

**COMMUNITY ACTION AGENCY OF SIOUXLAND  
Independent Auditors' Report  
Financial Statements  
And  
Supplemental Information  
Schedule of Findings and Questioned Costs  
September 30, 2006**



**COMMUNITY ACTION AGENCY OF SIOUXLAND**

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**September 30, 2006**

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COMMUNITY ACTION AGENCY OF SIOUXLAND  
Board of Directors, Officers and Management

**Officers**

Susan Barta  
Chris Jensen  
Harlan Salvatori  
Richard Patterson

Chairperson  
Vice-Chairperson  
Secretary  
Treasurer

**Board Members**

<u>Area</u>	<u>Representing Private</u>	<u>Representing Government</u>	<u>Representing Low-Income</u>
Northeast Rural		Cheryl Spear	Shelly Sorensen
Southwest Rural		Bob Knowler	Richard Patterson
Westside			Mary Alice Shores
Mid-City			Susan Barta
No. Morningside			Dan Jensen
Sioux City At-Large			Tina Young
Head Start			Annette Griffin
Community Development		Bob Padmore	
Employment		Gary Hopp	
Welfare		Chris Jensen	
Health		Michelle Stephan	
Education		Tom Cooper	
Business	Duane Benson		
Native American	Scott Barta		
Black	Lori Pierson		
Religion	Sister Shirley Waldschmitt		
Labor	Harlan Salvatori		
Hispanic	Raymond Barron		
Finance	Theresa Jackson		

**Management**

Jean Logan  
Yvette Boysen  
Vicky Hollingshead  
Scot Orban  
Caroline Gomez  
Sandy Kluver  
Sheila Cronin  
Judy Dickinson  
LaRae Lyons  
Douglas Moravek  
Cindy Thomas

Mary Jo Sikkema  
Joan O'Conner  
Dennis Krause  
Norma DeLaO

Executive Director  
Development Director  
Fiscal Officer  
Human Resource Director  
Executive Secretary  
Accounting Clerk  
Accounting Clerk  
Accounting Clerk, Computer Specialist  
Community Services Director  
Assistant Community Services Director  
Director, Child & Adult Care Food Program and  
Senior AIDES Program  
Director, Head Start Program  
Director, Early Head Start Program  
Director, Housing/Weatherization  
Director, New Iowa Center





Terra Centre Suite 700  
600 4<sup>th</sup> Street  
Sioux City, IA 51101  
Phone (712) 252-5337  
Fax (712) 252-4855

### Independent Auditors' Report

To the Board of Directors  
Community Action Agency of Siouxland  
Sioux City, IA

We have audited the accompanying statement of financial position of Community Action Agency of Siouxland as of September 30, 2006 and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of Community Action Agency of Siouxland's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Community Action Agency of Siouxland as of September 30, 2006, and the changes in its net assets and its cash flows for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2006 on our consideration of Community Action Agency of Siouxland's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purposes of forming an opinion on the basic financial statements of Community Action Agency of Siouxland taken as a whole. The supplemental information as listed in the table of contents, including the Schedule of Expenditures of Federal Awards, is presented for the purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The accompanying Non-GAAP supplemental information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

*Williams & Company PC*  
Certified Public Accountants

Sioux City, Iowa  
November 29, 2006





COMMUNITY ACTION AGENCY OF SIOUXLAND  
Statement of Financial Position  
September 30, 2006

<u>Assets</u>	<u>Current</u>	<u>Local Property and Equipment</u>	<u>Total</u>
Current Assets			
Cash	\$ 229,059		\$ 229,059
Receivables			
Grant Awards and Contracts - Note 5	377,193		377,193
Other	95,471		95,471
Notes Receivable - Note 6	395,377		395,377
Prepaid Expenses	9,598		9,598
Total Current Assets	<u>1,106,698</u>		<u>1,106,698</u>
Property and Equipment - Note 2			
Land		\$ 106,747	106,747
Building and Leasehold Improvements		637,154	637,154
Vehicles and Equipment		369,797	369,797
		<u>1,113,698</u>	<u>1,113,698</u>
Accumulated Depreciation		617,635	617,635
Net Property and Equipment		<u>496,063</u>	<u>496,063</u>
Total Assets	<u>1,106,698</u>	<u>496,063</u>	<u>1,602,761</u>
<u>Liabilities and Net Assets</u>			
Liabilities and Deferred Revenue			
Accounts Payable	132,024		132,024
Payroll Taxes and Benefits Payable	75,102		75,102
Accrued Vacation	105,753		105,753
Notes Payable - Note 8	395,377	266,887	662,264
Deferred Revenue - Note 7	267,122		267,122
Total Liabilities and Deferred Revenue	<u>975,378</u>	<u>266,887</u>	<u>1,242,265</u>
Net Assets			
Unrestricted			
Designated for Programs	16,903		16,903
Undesignated	114,417	229,176	343,593
Total Net Assets	<u>131,320</u>	<u>229,176</u>	<u>360,496</u>
Total Liabilities, Deferred Revenue and Net Assets	<u>\$ 1,106,698</u>	<u>\$ 496,063</u>	<u>\$ 1,602,761</u>

See Accompanying Notes to Financial Statements

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Statement of Activities  
For the Year Ended September 30, 2006

	Current	Local Property and Equipment	Total
<b>Support and Revenue</b>			
Government Funding Sources			
U.S. Department of HUD	\$ 140,850		\$ 140,850
U.S. Department of Labor	279,320		279,320
U.S. Department of Energy	191,860		191,860
U.S. Department of Health and Human Services	5,599,753		5,599,753
U.S. Department of Agriculture	787,909		787,909
Iowa Department of Education	197,807		197,807
FEMA	20,879		20,879
Iowa Workforce Development	269,648		269,648
In-Kind Contributions	24,288		24,288
Miscellaneous	1,023,360		1,023,360
CSBG Co-Funding	5,833		5,833
<b>Total Support and Revenue</b>	<b>8,541,507</b>		<b>8,541,507</b>
<b>Expenses</b>			
Program Services			
Low Income Home Energy Assistance Program (LIHEAP)	1,971,207		1,971,207
Head Start	2,302,826		2,302,826
Early Head Start	788,084		788,084
SHIP/Early Head Start Home Visitor	25,883		25,883
Woodbury County Empowerment Contract (Bridges)	45,511		45,511
Weatherization Assistance Programs	804,084		804,084
Wrap Around Child Care Grants	168,157		168,157
Family Development and Self-Sufficiency Grant	147,601		147,601
Shared Vision Grants	204,270		204,270
Crossroads	135,282		135,282
I Care and Other Assistance	246,659		246,659
New Iowan Center	170,070		170,070
Iowa Workforce Development Programs	126,555		126,555
General Relief	99,627		99,627
Senior Service of America, Inc. Administration	11,289		11,289
Senior Service of America, Inc. Enrollees	315,889		315,889
Children & Adult Care Food Program	609,055		609,055
Transitional Housing	43,416		43,416
Family Development	20,048		20,048
School Ready Funds	22,378		22,378
CINCO	24,666		24,666
Management and General			
Cost Allocation Pools - Net of Internal Reimbursements	45,027		45,027
Undesignated Fund Expenses	198,268	\$ 95,462	293,730
<b>Total Expenses</b>	<b>8,525,852</b>	<b>95,462</b>	<b>8,621,314</b>
Excess (Deficiency) of Support and Revenue Over Expenses Before Transfers	15,655	(95,462)	(79,807)
<b>Transfers</b>			
Capital Activity Transferred to Property and Equipment Fund and Retirements	(5,551)	5,551	
Principal and Interest Payments on Note	(29,958)	29,958	
(Decrease) in Unrestricted Net Assets	(19,854)	(59,953)	(79,807)
Net Assets - Beginning of Year	151,174	289,129	440,303
Net Assets - End of Year	<u>\$ 131,320</u>	<u>\$ 229,176</u>	<u>\$ 360,496</u>

See Accompanying Notes to Financial Statements

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Statement of Functional Expenses  
For the Year Ended September 30, 2006

	Program Services	Management and General	Total
Expenses			
Personnel	\$ 2,666,613	\$ 425,277	\$ 3,091,890
Fringe Benefits and Payroll Taxes	850,466	136,948	987,414
Assistance to Individuals	3,117,789	-	3,117,789
Travel	78,404	10,573	88,977
Rent	150,836	21,180	172,016
Repairs and Maintenance	36,581	19,042	55,623
Weatherization Labor, Support and Administration	337,900	-	337,900
Utilities and Telephone	95,171	51,669	146,840
Supplies and Material	138,127	59,986	198,113
Equipment	-	16,344	16,344
Printing, Publications and Postage	17,750	15,712	33,462
Insurance	57,933	16,298	74,231
Depreciation	-	76,364	76,364
Interest	-	19,098	19,098
In-Kind	24,288	-	24,288
Miscellaneous	109,792	71,173	180,965
Indirect Costs	600,907	(600,907)	-
Total Expenses	<u>\$ 8,282,557</u>	<u>\$ 338,757</u>	<u>\$ 8,621,314</u>

See Accompanying Notes to Financial Statements

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Statement of Cash Flows  
For the Year Ended September 30, 2006

<u>Cash Flows from Operating Activities</u>	
(Decrease) in Unrestricted Net Assets	\$ (79,807)
Adjustments to Reconcile (Decrease) in Unrestricted Net Assets to Net Cash Provided by Operating Activities	
Depreciation	76,364
Changes in Asset and Liability Accounts Affecting Cash	
Receivables	(150,610)
Prepaid Expenses	4,067
Accounts Payable and Liability to Funding Sources	22,137
Deferred Revenue	<u>162,920</u>
Net Cash Provided by Operating Activities	35,071
<u>Cash Flows from Investing Activities</u>	
Purchase of Property and Equipment	(5,551)
<u>Cash Flows from Financing Activities</u>	
Payments on Note Payable	<u>(10,860)</u>
Net Increase in Cash	18,660
Cash Balances - Beginning of Year	<u>210,399</u>
Cash Balances - End of Year	<u><u>\$ 229,059</u></u>

See Accompanying Notes to Financial Statements

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Notes to Financial Statements  
September 30, 2006

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Reporting Entity – The Community Action Agency of Siouxland, a not-for-profit corporation, is a community action agency that serves primarily Woodbury County in Iowa. Community Action Agency of Siouxland is exempt from income tax under section 501(C)(3) of the Internal Revenue Code and a similar section of the Iowa income tax law which provide tax exemption for corporations organized and operated exclusively for religious, charitable or educational purposes.

Community Action Agency of Siouxland administers various programs funded by federal, state and local governmental bodies. Each program is accounted for as a separate fund.

Fund Accounting – The accounts of the Agency are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, net assets, revenues and expenses. The various funds are summarized as follows in the financial statements:

Current Fund – The Current Fund represents funds derived from local sources such as donations, rents and miscellaneous activities. The Agency's overall management and administrative expenses are charged to this fund and then allowable indirect costs are allocated to the various programs which the Agency administers. The Current Fund is also used to account for the revenues and expenses that are contractually restricted by the funding source for specific purposes.

Local Property and Equipment Fund – The Local Property and Equipment Fund is used to accumulate the net investment in fixed assets and to account for the unexpended resources contributed specifically for the purpose of acquiring fixed assets for the Agency.

Basis of Accounting – Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accompanying financial statements have been prepared on the accrual basis of accounting in conformity with U.S. generally accepted accounting principles. Revenues are recognized when earned and expenses are recorded when the liability is incurred. Purchase of fixed assets providing future benefits are recorded as expenses in the program at the time of purchase and capitalized in the Local Property and Equipment fund.

Basis of Presentation – Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Agency and changes therein are classified and reported as follows:

Unrestricted Net Assets – Net assets that are not subject to donor-imposed stipulations.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law.

Assets, Liabilities and Net Assets – The following accounting policies are followed in preparing the combined statement of financial position:

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Notes to Financial Statements  
September 30, 2006

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Cash and Cash Equivalents – The Agency considers demand deposits and all other highly liquid investments with original maturities of three months or less when purchased to be cash equivalents.

Several programs may share a common checking account and accordingly programs may utilize cash attributable to other programs on a short-term basis. The Agency accounts for this by netting the accounts on the combined statement of financial position.

Receivables from Grantor Agencies – Reimbursement procedures used for grants and contracts may result in timing differences between program reimbursements and expenses as of the beginning and end of the year. Receivables from Grantor Agencies represent an excess of expenses over cash basis reimbursements at year end.

Receivables/Payables from Other Funds – During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. To the extent that certain transactions between funds had not been paid or received as of September 30, 2006, balances of interfund amounts receivable or payable have been recorded.

Property and Equipment – Property and equipment are valued at historical cost or estimated cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date of donation.

Property and equipment purchased are recorded as expenses in the fund purchasing the asset. The purchases are then capitalized in the local property and equipment fund accumulating the net investment in fixed assets. Depreciation has been provided in the local property and equipment fund using the straight-line method over the estimated useful lives of the respective assets, generally 3 to 40 years. The depreciated cost of the property and equipment does not purport to be either a realizable value or a replacement value.

Expenses for maintenance, repairs and minor replacements are charged to the current year, while the cost for major replacements and betterments are capitalized. The cost of assets disposed of is deleted. No interest costs were capitalized since there were no qualifying assets.

Deferred Revenue – Deferred revenue represents an excess of cash advances by the funding source over accrued expenses at year-end.

Accrued Vacation – Employees of the Agency accumulate a limited amount of earned but unused vacation payable to employees. Amounts representing the cost of compensated absences are recorded as liabilities of the Current Fund. This liability has been computed based on rates of pay in effect at September 30, 2006.

In-Kind Contributions – The Agency recognizes donated labor, services, materials and rent-free usage of facilities and equipment as in-kind revenues at the time the services and materials are received. These in-kind contributions and the corresponding expense are valued at their estimated fair market value and recognized in the financial statements in accordance with GAAP requirements.

Cost Allocation – The Agency utilizes cost allocation methods to distribute certain direct and indirect costs to its various programs. Costs which are common to more than one program have been identified and classified into cost pools. These cost pools have been allocated to the programs based on formulas developed by the Agency for each pool.

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Notes to Financial Statements  
September 30, 2006

**NOTE 2 – PROPERTY AND EQUIPMENT**

A summary of property and equipment comprising the local property and equipment fund is as follows at September 30, 2006:

	Balance October 1, 2005	Additions	Retirements	Balance September 30, 2006
Land	\$ 106,747			\$ 106,747
Buildings	637,154			637,154
Office Furnishings & Equipment	124,805	\$ 5,551		130,356
Vehicles	239,441			239,441
	1,108,147	5,551		1,113,698
Less Accumulated Depreciation	541,271	76,364		617,635
Net	\$ 566,876	\$ (70,813)		\$ 496,063

**NOTE 3 – PENSION AND RETIREMENT BENEFITS**

Community Action Agency of Siouxland contributes to the Iowa Public Employees Retirement System (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by state statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa, 50306-9117.

Plan members contribute 3.70 percent of their annual salary and Community Action Agency of Siouxland is required to contribute 5.75 percent of annual covered payroll. Contribution requirements are established by state statute. The Agency's contribution to IPERS for the years ended September 30, 2006, 2005 and 2004 were \$161,034, \$165,457, and \$160,085, respectively equal to the required contribution for each year.

**NOTE 4 – PRINCIPAL PROGRAMS**

The following is a description of the principal programs administered by the Agency:

Community Services Block Grant (CSBG) is funded by the U.S. Department of Health and Human Services. These funds are passed through the Iowa Department of Human Rights on an annual basis. The grant provides funding for the administration of human service programs or provides direct support to individual programs which require co-funding to complete their activities.

Head Start and Early Head Start is funded by the U.S. Department of Health and Human Services through an annual grant. Head Start and Early Head Start provides a comprehensive developmental program for children from birth through preschool, primarily all of whom come from low income families.

Low Income Home Energy Assistance Program (LIHEAP) is funded by the U.S. Department of Health and Human Services. These funds are passed through the Iowa Department of Human Rights on an annual basis. The program provides assistance to low income households in paying their heating bills.

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Notes to Financial Statements  
September 30, 2006

**NOTE 4 – PRINCIPAL PROGRAMS (CONTINUED)**

Weatherization Assistance Program is funded through grants from both the U.S. Department of Energy and the U.S. Department of Health and Human Services through the Iowa Department of Human Rights. Other funding is also received from local utility companies under varying contracts. The programs provide resources to weatherize the homes of qualifying low income households and to provide assistance for various utilities.

Wrap Around Child Care is funded by the U.S. Department of Health and Human Services. These funds are passed through the Iowa Department of Human Services under annual grants. Wrap Around Child Care is a program which serves children who are enrolled in core head start programs. Wrap Around Child Care provides basic care for enrolled children before and after the core head start program, including summers and other breaks in the core program schedule.

Transitional Housing is a program established to provide transitional housing and assistance to low income families. The ultimate goal is to assist and educate the families in becoming self-sufficient.

Senior Service of America, Inc. is funded by the U.S. Department of Labor. Funding is passed through annual grants from the Senior Service Center of America, Inc. The program provides employment activities for senior citizens.

Child and Adult Care Food Program is funded by the U.S. Department of Agriculture. These funds are passed through the Iowa Department of Education under annual contracts. The contracts provide assistance for food and nutritional needs of low income children enrolled in Head Start centers and day care homes.

Family Development and Self Sufficiency Grant is partially funded by U.S. Department of Health and Human Services and passed through to Iowa Department of Human Rights. The program provides family development and self-sufficiency counseling assistance to low income households.

Emergency Shelter/Homeless Services Program is funded by the U.S. Department of Housing and Urban Development and the City of Sioux City. These funds are passed through the Iowa Department of Economic Development under annual contracts. The program provides self-sufficiency development services to homeless persons.

Shared Visions – This program is funded by the Iowa Child Development Coordinating Council to develop and implement programs serving at-risk 3 and 4 year old children.

**NOTE 5– RECEIVABLES**

Receivables from grantor agencies resulting from program activities are summarized as follows:

<u>Funding Source and Program Activity</u>	<u>September 30, 2006</u>
U.S. Department of Health and Human Services	
Head Start	\$ 136,863
Early Head Start	48,526
	\$ 185,389
Iowa Department of Education	
Child and Adult Care Food Program	\$ 64,705



COMMUNITY ACTION AGENCY OF SIOUXLAND  
Notes to Financial Statements  
September 30, 2006

**NOTE 5— RECEIVABLES (CONTINUED)**

	September 30, <u>2006</u>
Iowa Department of Human Rights	
LIHEAP	4,939
Weatherization Assistance Programs	<u>62,353</u>
	<u>67,292</u>
Iowa Department of Human Services	
Wrap Around Child Care	<u>6,342</u>
U.S. Department of Labor	
Senior Service of America, Inc.	<u>18,380</u>
U.S. Department of Housing and Urban Development	
New Iowan Center	11,244
Crossroads	<u>9,488</u>
	<u>20,732</u>
Woodbury County Board of Supervisors:	
General Relief	<u>999</u>
Iowa Workforce Development	<u>13,354</u>
Total	<u>\$ 377,193</u>

**NOTE 6— NOTES RECEIVABLE**

Promissory notes receivable as of September 30, 2006 are comprised of:

A \$80,000 promissory note receivable from Carnegie Place, L.P., Sioux City, Iowa, calling for annual payments \$2,034 commencing February 10, 2001 including interest at the per annum rate of 1 percent until February 10, 2050. The note is secured by a mortgage on certain residential real estate located in Sioux City, Iowa. The rights of Community Action Agency of Siouxland under this mortgage have been assigned to the City of Sioux City, Iowa as collateral for a promissory note payable in the same amount.

\$ 80,000

A \$265,377 promissory note receivable from Carnegie Place, L.P., Sioux City, Iowa, calling for annual payment of \$5,000 commencing December 1, 1998 including interest at the per annum rate of 1 percent until December 31, 2017, when the entire principal and any unpaid interest become due and payable. The note is secured by a mortgage on certain residential real estate located in Sioux City, Iowa. The rights of Community Action Agency of Siouxland under this mortgage have been assigned to the Iowa Department of Economic Development as collateral for a promissory note payable in the same amount.

\$ 265,377

A \$50,000 promissory note receivable from Carnegie Place, L.P., Sioux City, Iowa, having no set terms of repayment. The note is secured by a mortgage on certain residential real estate located in Sioux City, Iowa. Any payments received by Community Action Agency of Siouxland under this mortgage must be returned to the Federal Home Loan Bank of Des Moines.

\$ 50,000

\$ 395,377

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Notes to Financial Statements  
September 30, 2006

**NOTE 6– NOTES RECEIVABLE (CONTINUED)**

Payments on these notes receivable are contingent upon the maker having sufficient cash flow. If cash flow is insufficient to pay the annual payment, the unpaid amount accrues. Any subsequent surplus cash flow must be used to make up any prior deficiencies.

**NOTE 7– DEFERRED REVENUES**

A Summary of Grant/Contract advances follows:

	<u>ADVANCES</u>
Community Services Block Grant	\$ 19,859
GIF/Various One-Time Grants	44,195
New Iowan Center	434
CINCO	24,159
Senior Service of America, Inc	1,606
Weatherization Assistance Grants	1,486
Shared Vision Grants	21,211
I Care and Other Assistance	139,127
Undesignated	15,045
Total Deferred Revenue	<u>\$ 267,122</u>

**NOTE 8– NOTES PAYABLE**

Notes payable consists of the following:

	September 30, <u>2006</u>
Note to the City of Sioux City, 1% interest, \$2,034 annually beginning February 10, 2001 until February 10, 2015.	\$ 80,000
Note to Federal Home Loan Bank, Des Moines	50,000
Note to Iowa Department of Economic Development, 1% interest, \$5,000 due annually beginning December 31, 1998 and December 31, 2017	265,377
Note to I.L.L., Inc., 7.0% interest, due monthly beginning September 1, 2000 until September 1, 2010	<u>266,887</u>
	<u>\$ 662,264</u>

The first three notes above financed Carnegie Place, a low income housing development. Funds were obtained by Community Action Agency of Siouxland and passed through to Carnegie Place, Limited Partnership. Community Action Agency of Siouxland is the primary obligor on the notes and repayment terms from Carnegie are the same terms as indicated in Note 6.

Community Action Agency of Siouxland entered into a limited partnership agreement with Carnegie Place, Limited Partnership as of November 8, 1995. Community Action Agency of Siouxland and Community Housing Initiatives, Inc. are general partners each having a .5 percent capital ownership and profit-sharing interests and Carnegie Place, Limited Partnership and Housing Outreach, Limited Partnership, as limited partners having 99.5 percent of capital ownership and profit-sharing interests.

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Notes to Financial Statements  
September 30, 2006

**NOTE 8-- NOTES PAYABLE (CONTINUED)**

The note to Federal Home Loan Bank is a grant awarded for the Carnegie Place Apartments project through the Bank's Affordable Housing Program (AHP). Repayment is conditional upon the use of Carnegie Place Apartments for housing to elderly and low income individuals or families. Commencing upon the project's completion date, September 1997, there is a 30-year retention period after which, no obligation for repayment remains.

The note to I.L.L., Inc. relates to the purchase of the Isabelle Sloan School building located on South Helen Street in Sioux City, Iowa. The building is used mainly to house the Early Head Start Program. The repayment terms require equal monthly installments of \$2,496.46 for the first two years at a fixed interest rate of 7.0 percent. During the remaining eight years of the note, the monthly payments will be adjusted periodically to reflect any change in interest rates. The rate will equal the average yield on actively traded United States Treasury Securities plus 2.0 percent, not to exceed 9.0 percent, nor shall it be less than 7.0 percent average percentage rate. The remaining balance is due in full on September 1, 2010.

The future maturities of the note to I.L.L. for the next five years are as follows:

2007	\$ 11,712
2008	12,559
2009	13,467
2010	<u>229,149</u>
	<u>\$ 266,887</u>

**NOTE 9-- LEASE OBLIGATIONS**

The Agency leases various office equipment and administrative and program space under operating leases. The terms of the leases are primarily for one year or less, with the option for annual renewal with one lease expiring in July 2009. The total amount of rent expense reported under these leases for the current fiscal year was \$27,525.

The following are the remaining future minimum lease payments required:

2007	\$ 12,000
2008	12,000
2009	10,000

**NOTE 10-- GROUP HEALTH INSURANCE**

The Agency sponsors a partially self-insured group health insurance program on behalf of its employees and their dependents. Under the plan, the Agency pays for claims up to \$15,000 annually per individual with two employees whose limits have been increased to \$30,000 and \$75,000. In addition, there is an overall maximum of \$1,000,000. A contract with an insurance company is maintained to provide coverage in excess of the Agency's liability.

At September 30, 2006, management estimated the reserve for insurance claims to be \$199,293. The reserve represents individual case estimates for reported claims, estimates of expenses for investigating and settling claims, and estimates for incurred but not reported (IBNR) claims based on actual historical claims' costs for medical claims adjusted for current events.

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Notes to Financial Statements  
September 30, 2006

**NOTE 11– RISK MANAGEMENT AND CONTINGENCIES**

Community Action Agency of Siouxland is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. The Agency assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

As a general partner in the Carnegie Place, L.P. limited partnership, Community Action Agency of Siouxland can be held jointly and severally liable, along with other general partners, for claims of creditors, recourse indebtedness, and litigation involving the partnerships.

In addition, the general partners have agreed to advance funds to the partnerships as needed to eliminate operating cash deficits. No advances are outstanding as of September 30, 2006.

**NOTE 12– CONCENTRATION OF CREDIT RISK**

Community Action Agency of Siouxland maintains its cash balances in two local area banks. The accounts are insured up to \$100,000 per each banking institution. At the end of the year the Agency had \$703,899 of cash deposits in banks, of which \$503,899 was over the insured limits. However, the banks with deposits in excess of the insured amounts have pledged securities they were holding as collateral for the deposits.

## SUPPLEMENTAL INFORMATION

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Combining Statement of Financial Position  
September 30, 2006

		<u>Designated Funds</u>	
	<u>Total</u>	<u>CSBG</u>	<u>LIHEAP</u>
<u>Assets</u>			
Current Assets			
Cash	\$ 229,059	\$ 19,859	\$ 1,672
Receivables			
Grant Awards and Contracts	377,193		4,939
Other	95,471		
Notes Receivable	395,377		
Prepaid Expenses	9,598		
Total Current Assets	<u>1,106,698</u>	<u>19,859</u>	<u>6,611</u>
Property and Equipment			
Land	106,747		
Building and Leasehold Improvements	637,154		
Vehicles and Equipment	369,797		
	<u>1,113,698</u>	<u>-</u>	<u>-</u>
Accumulated Depreciation	617,635		
Net Property and Equipment	<u>496,063</u>	<u>-</u>	<u>-</u>
 Total Assets	 <u>1,602,761</u>	 <u>19,859</u>	 <u>6,611</u>
<u>Liabilities and Net Assets</u>			
Liabilities and Deferred Revenue			
Accounts Payable	132,024		5,895
Payroll Taxes and Benefits Payable	75,102		716
Accrued Vacation	105,753		
Notes Payable	662,264		
Deferred Revenue	267,122	19,859	
Total Liabilities and Deferred Revenue	<u>1,242,265</u>	<u>19,859</u>	<u>6,611</u>
Net Assets			
Unrestricted			
Designated for Programs	16,903		
Undesignated	343,593		
Total Net Assets	<u>360,496</u>	<u>-</u>	<u>-</u>
 Total Liabilities, Deferred Revenue and Net Assets	 <u>\$ 1,602,761</u>	 <u>19,859</u>	 <u>\$ 6,611</u>

Designated Funds

Head Start	Early Head Start	SHIP/Early Head Start Home Visitor	Weatherization Assistance Programs	Weatherization Assistance Administration	Wrap Around Child Care Grants
\$ (103,873)	\$ (38,686)	\$ (2,357)	\$ 3,013	\$ (62,335)	\$ (3,256)
136,863	48,526	3,121	18	62,335	6,342
2,956	525				382
<u>35,946</u>	<u>10,365</u>	<u>764</u>	<u>3,031</u>	<u>-</u>	<u>3,468</u>
24,600					
166,717	37,090				
39,741	180,312			28,413	
<u>231,058</u>	<u>217,402</u>	<u>-</u>	<u>-</u>	<u>28,413</u>	<u>-</u>
158,992	183,593			28,413	
<u>72,066</u>	<u>33,809</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>108,012</u>	<u>44,174</u>	<u>764</u>	<u>3,031</u>	<u>-</u>	<u>3,468</u>
18,784	4,465		262		372
17,162	5,900	764	1,283		3,096
			1,486		
<u>35,946</u>	<u>10,365</u>	<u>764</u>	<u>3,031</u>	<u>-</u>	<u>3,468</u>
72,066	33,809				
<u>72,066</u>	<u>33,809</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 108,012</u>	<u>\$ 44,174</u>	<u>\$ 764</u>	<u>\$ 3,031</u>	<u>\$ -</u>	<u>\$ 3,468</u>

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Combining Statement of Financial Position (Continued)  
September 30, 2006

	Designated Funds			
	Family Development & Self Sufficiency (FaDSS)	Shared Vision Grants	Crossroads	I Care and Other Assistance
<u>Assets</u>				
Current Assets				
Cash	\$ (31,937)	\$ 24,749	\$ (8,440)	\$ 139,199
Receivables				
Grant Awards and Contracts			9,488	999
Other	33,258	552		
Notes Receivable			1,146	
Prepaid Expenses	432	315	1,146	
Total Current Assets	<u>1,753</u>	<u>25,616</u>	<u>2,194</u>	<u>140,198</u>
Property and Equipment				
Land			1	
Building and Leasehold Improvements			25,274	
Vehicles and Equipment				
	-	-	25,275	-
Accumulated Depreciation			22,115	
Net Property and Equipment	<u>-</u>	<u>-</u>	<u>3,160</u>	<u>-</u>
Total Assets	<u>1,753</u>	<u>25,616</u>	<u>5,354</u>	<u>140,198</u>
<u>Liabilities and Net Assets</u>				
Liabilities and Deferred Revenue				
Accounts Payable	179	3,314	661	1,071
Payroll Taxes and Benefits Payable	1,574	1,091	1,533	
Accrued Vacation				
Notes Payable				
Deferred Revenue		21,211		139,127
Total Liabilities and Deferred Revenue	<u>1,753</u>	<u>25,616</u>	<u>2,194</u>	<u>140,198</u>
Net Assets				
Unrestricted				
Designated for Programs			3,160	
Undesignated			3,160	
Total Net Assets	<u>-</u>	<u>-</u>	<u>3,160</u>	<u>-</u>
Total Liabilities, Deferred Revenue and Net Assets	<u>\$ 1,753</u>	<u>\$ 25,616</u>	<u>\$ 5,354</u>	<u>\$ 140,198</u>



Designated Funds

New Iowan Center	Iowa Workforce Development Programs	General Relief	Senior Service of America, Inc.		Child & Adult Care Food Program
			Administration	Enrollees	
\$ (9,729)	\$ (8,302)	\$ (22,372)	\$ 3,767	\$ (17,515)	\$ (18,223)
11,244	13,354	22,548	410	18,380	64,705
			64	1,158	93
<u>1,515</u>	<u>5,052</u>	<u>176</u>	<u>4,241</u>	<u>2,023</u>	<u>46,575</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,515</u>	<u>5,052</u>	<u>176</u>	<u>4,241</u>	<u>2,023</u>	<u>46,575</u>
117	5,052	176	31	702	45,829
964			69	1,321	746
434			1,606		
<u>1,515</u>	<u>5,052</u>	<u>176</u>	<u>1,706</u>	<u>2,023</u>	<u>46,575</u>
			2,535		
-	-	-	<u>2,535</u>	-	-
<u>\$ 1,515</u>	<u>\$ 5,052</u>	<u>\$ 176</u>	<u>\$ 4,241</u>	<u>\$ 2,023</u>	<u>\$ 46,575</u>

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Combining Statement of Financial Position (Continued)  
September 30, 2006

	Designated Funds			
	Transitional Housing	Family Development	School Ready Funds	CINCO
<u>Assets</u>				
Current Assets				
Cash	\$ 9,080	\$ 1,444	\$ (10,812)	\$ 24,159
Receivables				
Grant Awards and Contracts				
Other	5,101		11,953	
Notes Receivable				
Prepaid Expenses	378	26	138	
Total Current Assets	<u>14,559</u>	<u>1,470</u>	<u>1,279</u>	<u>24,159</u>
Property and Equipment				
Land	3,146			
Building and Leasehold Improvements	75,202			
Vehicles and Equipment				
	<u>78,348</u>	<u>-</u>	<u>-</u>	<u>-</u>
Accumulated Depreciation	66,328			
Net Property and Equipment	<u>12,020</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>26,579</u>	<u>1,470</u>	<u>1,279</u>	<u>24,159</u>
<u>Liabilities and Net Assets</u>				
Liabilities and Deferred Revenue				
Accounts Payable	3	1,293	842	
Payroll Taxes and Benefits Payable	188	177	437	
Accrued Vacation				
Notes Payable				
Deferred Revenue				24,159
Total Liabilities and Deferred Revenue	<u>191</u>	<u>1,470</u>	<u>1,279</u>	<u>24,159</u>
Net Assets				
Unrestricted				
Designated for Programs	14,368			
Undesignated	12,020			
Total Net Assets	<u>26,388</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Revenue and Net Assets	<u>\$ 26,579</u>	<u>\$ 1,470</u>	<u>\$ 1,279</u>	<u>\$ 24,159</u>

Designated Funds

<u>GIF / Various One Time Grants/Donations</u>	<u>Indirect Cost Allocation Pool</u>	<u>Property and Equipment</u>	<u>Undesignated</u>
\$ 34,020	\$ 73,873		\$ 232,061
10,952	1,218		6,358
			395,377
	1,443		542
<u>44,972</u>	<u>76,534</u>		<u>634,338</u>
		\$ 79,000	
		332,871	
		121,331	
-	-	533,202	-
		158,194	
-	-	375,008	-
<u>44,972</u>	<u>76,534</u>	<u>375,008</u>	<u>634,338</u>
777	39,586		2,613
	36,948		1,133
			105,753
		266,887	395,377
44,195			15,045
<u>44,972</u>	<u>76,534</u>	<u>266,887</u>	<u>519,921</u>
		108,121	114,417
-	-	108,121	114,417
<u>\$ 44,972</u>	<u>\$ 76,534</u>	<u>\$ 375,008</u>	<u>\$ 634,338</u>

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Combining Statement of Activities  
For the Year Ended September 30, 2006

		Designated Funds		
	Total	CSBG 05-18CR	CSBG 06-18CR	LIHEAP 06-18-R
<b>Revenues</b>				
Government Funding Sources				
U.S. Department of HUD	\$ 140,850			
U.S. Department of Labor	279,320			
U.S. Department of Energy	191,860			
U.S. Department of Health and Human Services	5,599,753	\$ 148,744	\$ 74,815	\$ 1,955,102
U.S. Department of Agriculture	787,909			
Iowa Department of Education	197,807			
FEMA	20,879			
Iowa Workforce Development	269,648			
In-Kind Contributions	24,288			
Miscellaneous	1,023,360			
CSBG Co-Funding	5,833	\$ (148,744)	\$ (74,815)	16,105
Total Support and Revenue	<u>8,541,507</u>	<u>-</u>	<u>-</u>	<u>1,971,207</u>
<b>Expenses</b>				
Personnel	3,091,890			89,447
Fringe Benefits and Payroll Taxes	987,414			35,064
Assistance to Individuals	3,117,789			1,820,602
Travel	88,977			616
Rent	172,016			1,500
Repairs and Maintenance	55,623			
Weatherization Labor, Support and Administration	337,900			
Utilities and Telephone	146,840			269
Supplies and Material	198,113			2,875
Equipment	16,344			
Printing, Publications and Postage	33,462			1,371
Insurance	74,231			766
Depreciation	76,364			
Interest	19,098			
In-Kind	24,288			
Miscellaneous	180,965			20
Indirect Costs	-			18,677
Total Expenses	<u>8,621,314</u>	<u>-</u>	<u>-</u>	<u>\$ 1,971,207</u>
Excess (Deficiency) of Support and Revenue Over Expenses Before Transfers	(79,807)	-	-	-
<b>Transfers</b>				
Capital Activity Transferred to Property and Equipment Fund and Retirements	-			
Principal and Interest Payments on Note	-			
Interfund Transfers	-			
Increase (Decrease) in Unrestricted Net Assets	(79,807)	-	-	-
Net Assets - Beginning of Year	440,303			
Net Assets - End of Year	<u>\$ 360,496</u>	<u>-</u>	<u>-</u>	<u>-</u>

Designated Funds					
Head Start		Early Head Start		SHIP/Early Head Start Home Visitor	Woodbury County Empowerment Contract
07CH-7018 34	07CH-7018 35	05-06	06-07	05-06	05-06
\$ 996,109	\$ 1,086,352	\$ 309,186	\$ 446,810		\$ 44,786
74,210	77,595				725
6,835	9,462	2,860	4,138		
22,909	29,354	9,851	15,239	\$ 25,883	
1,100,063	1,202,763	321,897	466,187	25,883	45,511
592,472	641,904	172,569	235,765	17,333	27,424
190,841	213,870	63,987	89,732	4,212	8,456
78,634	60,292	1,028	2,212		1,350
3,663	11,313	6,728	18,950		
40,279	37,695	14,820	20,748		1,250
3,696	9,410	3,142	1,351		
11,010	8,626	2,608	3,767		
23,187	22,278	7,505	6,125	1,105	928
1,832	3,192	1,153	1,030		37
69	12,854	(1,174)	12,464		684
6,835	9,462	2,860	4,138		
8,637	15,268	2,190	8,623		
138,908	156,599	44,481	61,282	3,233	5,382
\$ 1,100,063	\$ 1,202,763	\$ 321,897	\$ 466,187	\$ 25,883	\$ 45,511
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-

(Continued)

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Combining Statement of Activities (Continued)  
For the Year Ended September 30, 2006

	Designated Funds			
	Weatherization Assistance Programs			
	DOE-05-18R	DOE-06-18R	HEAP-05-18R	HEAP-06-18R
<b>Revenues</b>				
Government Funding Sources				
U.S. Department of HUD				
U.S. Department of Labor				
U.S. Department of Energy	\$ 15,625	\$ 176,235		
U.S. Department of Health and Human Services			\$ 145,231	\$ 110,282
U.S. Department of Agriculture				
Iowa Department of Education				
FEMA				
Iowa Workforce Development				
In-Kind Contributions				
Miscellaneous				
CSBG Co-Funding				
Total Support and Revenue	<u>15,625</u>	<u>176,235</u>	<u>145,231</u>	<u>110,282</u>
<b>Expenses</b>				
Personnel				
Fringe Benefits and Payroll Taxes				
Assistance to Individuals	1,315	80,779	58,279	45,936
Travel				
Rent				
Repairs and Maintenance				
Weatherization Labor, Support and Administration	14,310	95,456	86,952	47,696
Utilities and Telephone				
Supplies and Material				
Equipment				
Printing, Publications and Postage				
Insurance				16,650
Depreciation				
Interest				
In-Kind				
Miscellaneous				
Indirect Costs				
Total Expenses	<u>\$ 15,625</u>	<u>\$ 176,235</u>	<u>\$ 145,231</u>	<u>\$ 110,282</u>
Excess (Deficiency) of Support and Revenue Over Expenses Before Transfers	-	-	-	-
<b>Transfers</b>				
Capital Activity Transferred to Property and Equipment Fund and Retirements				
Principal and Interest Payments on Note				
Interfund Transfers				
Increase (Decrease) in Unrestricted Net Assets	-	-	-	-
Net Assets - Beginning of Year	-	-	-	-
Net Assets - End of Year	-	-	-	-

Designated Funds

Weatherization Assistance Programs		Wrap Around Child Care Grants					
AQU-05-18R & MEC-05-18R	Administration	WRA 1-05	WRA 1-06	WRA 2-05	WRA 2-06	WRA 3-05	WRA 3-06
		\$ 45,439 3,114	\$ 2,293 156	\$ 45,817 2,889	\$ 1,528 182	\$ 45,621 3,051	\$ 2,521 151
\$ 169,679	\$ 187,032						
		2,690	198	4,531	87	7,543	346
169,679	187,032	51,243	2,647	53,237	1,797	56,215	3,018
	103,121	29,728	1,436	29,679	1,123	34,548	1,963
	38,141	8,952	750	11,800	286	10,005	491
76,193		3,420	90	3,014	113	2,746	152
	13,247						
	3,220	1,200		600			
	852						
93,486							
	1,153	9		696	37	1,043	22
	2,090	1,004	20				
	325	38	3	28	6		2
	1,949	703	20	723	20	745	20
	2,415			60			
	20,519	6,189	328	6,637	212	7,128	368
\$ 169,679	\$ 187,032	\$ 51,243	\$ 2,647	\$ 53,237	\$ 1,797	\$ 56,215	\$ 3,018
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

(Continued)

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Combining Statement of Activities (Continued)  
For the Year Ended September 30, 2006

	Designated Funds			
	Family Development & Self Sufficiency		Shared Vision Grants	
	FaDDS 05-18FR	FaDDS 06-18FR	05-06	06-07
Revenues				
Government Funding Sources				
U.S. Department of HUD				
U.S. Department of Labor				
U.S. Department of Energy				
U.S. Department of Health and Human Services	\$ 105,951	\$ 33,166		
U.S. Department of Agriculture			\$ 15,395	\$ 1,386
Iowa Department of Education			151,009	21,420
FEMA				
Iowa Workforce Development				
In-Kind Contributions			98	895
Miscellaneous				
CSBG Co-Funding	4,333	4,151	11,047	3,020
Total Support and Revenue	<u>110,284</u>	<u>37,317</u>	<u>177,549</u>	<u>26,721</u>
Expenses				
Personnel	56,942	19,624	98,123	13,060
Fringe Benefits and Payroll Taxes	23,811	8,050	23,568	3,333
Assistance to Individuals			16,194	1,767
Travel	6,857	2,092	86	61
Rent	6,633	2,211	13,302	1,528
Repairs and Maintenance				
Weatherization Labor, Support and Administration				
Utilities and Telephone	1,556	499	746	169
Supplies and Material	602	266	2,431	986
Equipment				
Printing, Publications and Postage	505	184	213	72
Insurance	796		2,480	221
Depreciation				
Interest				
In-Kind			98	895
Miscellaneous	499	240	1,975	1,275
Indirect Costs	12,083	4,151	18,333	3,354
Total Expenses	<u>\$ 110,284</u>	<u>\$ 37,317</u>	<u>\$ 177,549</u>	<u>\$ 26,721</u>
Excess (Deficiency) of Support and Revenue Over Expenses Before Transfers	-	-	-	-
Transfers				
Capital Activity Transferred to Property and Equipment Fund and Retirements				
Principal and Interest Payments on Note				
Interfund Transfers				
Increase (Decrease) in Unrestricted Net Assets		-	-	-
Net Assets - Beginning of Year				
Net Assets - End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>



Designated Funds

Crossroads 05-06	I Care and Other Assistance		New Iowan Center	Iowa Workforce Development Programs	General Relief
	04-05	05-06			
\$ 108,372					
		\$ 20,879			
			\$ 137,984	\$ 126,555	
26,910	\$ 1,002	224,778	260		\$ 99,627
			31,826		
135,282	1,002	245,657	170,070	126,555	99,627
78,175			108,232		
27,982			36,845		
3,046	1,002	219,386			99,627
436			940		
1,240				3,806	
5,198			1,387	46,523	
1,607		7,900	65	34,093	
360			98	1,351	
1,137			760		
204		18,371		40,782	
15,897			21,743		
\$ 135,282	\$ 1,002	\$ 245,657	\$ 170,070	\$ 126,555	\$ 99,627
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(Continued)					

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Combining Statement of Activities (Continued)  
For the Year Ended September 30, 2006

	Designated Funds				Child & Adult Care Food Program
	Senior Service of America, Inc.				
	Administration		Enrollees		
	04-05	05-06	05-06	2006	05-06
Revenues					
Government Funding Sources					
U.S. Department of HUD					
U.S. Department of Labor			\$ 218,733	\$ 60,587	
U.S. Department of Energy					
U.S. Department of Health and Human Services					
U.S. Department of Agriculture					\$ 609,055
Iowa Department of Education					
FEMA					
Iowa Workforce Development					
In-Kind Contributions					
Miscellaneous	\$ 9,204	\$ 4,620			
CSBG Co-Funding			28,868	7,701	
Total Support and Revenue	9,204	4,620	247,601	68,288	609,055
Expenses					
Personnel	759		189,966	52,067	43,405
Fringe Benefits and Payroll Taxes	328		21,717	5,834	17,198
Assistance to Individuals					522,234
Travel	443	229	2,466	682	4,235
Rent	1,908	212			2,120
Repairs and Maintenance					
Weatherization Labor, Support and Administration					
Utilities and Telephone	461	127			504
Supplies and Material	758	472	617		6,148
Equipment					
Printing, Publications and Postage	825	177	1,056	278	2,279
Insurance	743				731
Depreciation					
Interest					
In-Kind					
Miscellaneous	2,703	129	111	742	1,110
Indirect Costs	276	739	31,668	8,685	9,091
Total Expenses	9,204	2,085	\$ 247,601	\$ 68,288	\$ 609,055
Excess (Deficiency) of Support and Revenue Over Expenses Before Transfers	-	2,535	-	-	-
Transfers					
Capital Activity Transferred to Property and Equipment Fund and Retirements					
Principal and Interest Payments on Note					
Interfund Transfers					
Increase (Decrease) in Unrestricted Net Assets	-	2,535	-	-	-
Net Assets - Beginning of Year					
Net Assets - End of Year	-	\$ 2,535	-	-	-

Designated Funds						
Transitional Housing 05-06	Family Development 05-06	School Ready Funds 05-06	CINCO 05-06	Indirect Cost Allocation Pools	Property and Equipment	Undesignated
\$ 32,478						
		\$ 22,378		\$ 3,000		
				5,109		
2,763			\$ 24,666	36,213		\$ 210,723
9,545	\$ 20,048					
44,786	20,048	22,378	24,666	44,322	-	210,723
14,742	7,312	5,694		403,056		22,221
184	3,274	1,755		125,441		11,507
		778	17,600			
1,123	2,890		1,347	9,836		737
1,610				21,180		
13,084				6,830		12,212
7,144		1,617		7,601		44,068
558	60	11,206	3,241	43,735		16,251
						16,344
1,145		40	150	4,579		11,133
1,457	713	74	2,328	1,713		14,585
					\$ 76,364	
					19,098	
130	4,211	97		21,963		49,210
2,239	1,588	1,117		(600,907)		
43,416	\$ 20,048	\$ 22,378	\$ 24,666	45,027	95,462	198,268
1,370	-	-	-	(705)	(95,462)	12,455
					5,551	(5,551)
					29,958	(29,958)
				\$ 705		(705)
1,370	-	-	-	-	(59,953)	(23,759)
12,998					289,129	138,176
\$ 14,368	-	-	-	-	\$ 229,176	\$ 114,417



COMMUNITY ACTION AGENCY OF SIOUXLAND  
Schedule of Expenditures of Federal Awards  
For the Year Ended September 30, 2006

Federal Grantor / Pass-Through Grantor / Program Title	CFDA #	Grant Period	Federal Expenses
<b>Direct Federal Awards</b>			
U.S. Department of Health and Human Services			
Direct Program			
Head Start/Early Head Start	93.600	3/1/05 - 2/28/06	\$1,366,296
Head Start/Early Head Start	93.600	3/1/06 - 2/28/07	1,533,161
<b>Indirect Federal Awards</b>			
U.S. Department of Health and Human Services			
Passed Through Iowa Department of Human Rights			
Community Service Block Grant	93.569	10/1/05 - 12/31/06	74,815
Community Service Block Grant	93.569	10/1/05 - 9/30/06	150,247
Low Income Home Energy Assistance Program	93.568	10/1/05 - 9/30/06	1,953,832
Low Income Home Energy Assistance Program	93.568	4/1/05 - 3/31/06	180,796
Low Income Home Energy Assistance Program	93.568	4/1/06 - 3/31/07	109,447
Passed Through Woodbury County Empowerment Area			
Temporary Assistance to Needy Families	93.575	7/1/06 - 9/30/06	44,786
Passed Through Iowa Department of Human Services			
Child Care and Development Block Grant	93.575	9/1/05 - 8/31/06	136,877
Child Care and Development Block Grant	93.575	9/1/06 - 8/31/07	4,439
Family Development and Self-Sufficiency Program	93.558	7/1/05 - 6/30/06	56,154
Family Development and Self-Sufficiency Program	93.558	7/1/06 - 6/30/07	17,533
Total U.S. Department of Health and Human Services			5,628,383
U.S. Department of Agriculture			
Passed Through Iowa Department of Education			
Child/Adult Care Food Program	10.558	10/1/05 - 9/30/06	178,070
Child/Adult Care Food Program	10.558	10/1/05 - 9/30/06	609,012
Total U.S. Department of Agriculture			787,082
U.S. Department of Labor			
Senior Service of America, Inc.			
Senior Community Service Employment Program	17.235	7/1/05 - 6/30/06	218,733
Senior Community Service Employment Program	17.235	7/1/06 - 9/30/06	60,587
Total U.S. Department of Labor			279,320
U.S. Department of Energy			
Passed Through Iowa Department of Human Rights			
Weatherization Assistance for Low-Income Persons	81.042	4/1/05 - 3/31/06	15,625
Weatherization Assistance for Low-Income Persons	81.042	4/1/06 - 3/31/07	164,178
Total U.S. Department of Energy			179,803
U.S. Department of Housing and Urban Development			
Continuum of Care Grant	14.231	3/1/05 - 2/28/06	39,781
Continuum of Care Grant	14.231	3/1/06 - 2/28/07	62,493
Passed Through the Iowa Department of Economic Development and the City of Sioux City			
Emergency Shelter Grants Program	14.231	7/1/05 - 6/30/06	18,762
Emergency Shelter Grants Program	14.231	7/1/05 - 6/30/06	8,622
Emergency Shelter Grants Program	14.231	7/1/06 - 6/30/07	5,094
Total U.S. Department of Housing and Urban Development			134,752
Federal Emergency Management Agency			
Emergency Food and Shelter National Board Program	83.523	12/1/05 - 11/30/06	20,879
Total Expenditures of Federal Awards			<u>\$7,030,219</u>

**Note 1. Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Community Action Agency of Siouxland and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the Basic Financial Statements.



NON-GAAP SUPPLEMENTAL INFORMATION





COMMUNITY ACTION AGENCY OF SIOUXLAND  
Iowa Department of Human Rights

**Community Service Block Grant No. 05-18CR**

Schedule of Grant/Contract Activity

For the Period From October 1, 2004 to September 30, 2005 (Extended to December 31, 2005)

	<u>Budget</u>	<u>Actual</u>
Co-Funded Programs		
Family Development and Self-Sufficiency	\$ 30,672	\$ 22,470
Housing	23,402	20,918
Head Start/Early Head Start	115,000	112,994
LIHEAP	21,000	19,364
Senior Aides	41,000	46,595
Shared Vision	21,000	21,610
Wrap Around	15,000	14,606
New Iowan Center	9,447	17,964
	<u>          </u>	<u>          </u>
Total Expenditures	<u>\$ 276,521</u>	<u>\$ 276,521</u>

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Iowa Department of Human Rights

**Low Income Home Energy Assistance Program Contract LIHEAP-06-18-R**

Schedule of Grant/Contract Activity

For the Period From October 1, 2005 to September 30, 2006

Expenses	<u>Budget</u>	<u>Actual</u>
Regular Assistance	\$ 1,740,220	\$ 1,716,282
Energy Crisis Assistance	72,013	46,114
Client Services	29,714	29,714
Summer Fuel Delivery	58,206	58,206
Administration	<u>104,786</u>	<u>104,786</u>
Total	<u>\$ 2,004,939</u>	<u>\$ 1,955,102</u>

COMMUNITY ACTION AGENCY OF SIOUXLAND  
U.S. Department of Health and Human Services

**Head Start Grant No. 07CH 7018(34)**  
Schedule of Grant/Contract Activity  
For the Period From March 1, 2005 to February 28, 2006

	Budget	Actual
Revenues		
Grant Revenue	\$ 2,259,956	\$ 2,198,956
Other Revenue		146,478
CSBG Support Revenue		55,162
Grantee's Contribution - In Kind	564,989	667,905
Total Revenue	2,824,945	3,068,501
Expenses - Grantor's Share		
P/A 20 T/TA		
Travel	10,376	4,673
Supplies and Materials	5,444	11,142
Other	12,657	11,495
Total P/A 20 T/TA	28,477	27,310
P/A 22		
Salaries and Employee Benefits	1,582,165	1,600,347
Participant and Client Assistance	93,241	7,770
Travel	2,827	2,386
Rent	89,935	80,901
Repairs and Maintenance	7,200	15,264
Utilities and Telephone	18,459	21,980
Supplies and Materials	17,590	30,419
Printing, Publications and Postage	9,870	10,646
Insurance	12,166	12,637
Other	2,308	1,252
Indirect	60,323	59,343
Total P/A 22	1,896,084	1,842,945
P/A 22 Administrative		
Salaries and Employee Benefits	96,660	93,788
Travel	648	966
Rent	3,960	5,120
Utilities and Telephone	960	338
Supplies and Materials	120	124
Printing, Publications and Postage	750	264
Insurance	15	33
Other	250	179
Indirect	210,474	205,846
Total P/A 22 Administrative	313,837	306,658
P/A 26		
Salaries and Employee Benefits	20,432	20,243
Travel	20	-
Supplies and Materials	245	238
Other	80	810
Indirect	781	752
Total P/A 26	21,558	22,043
Total Grantor's Share	2,259,956	2,198,956
Expenses - CACFP		146,478
Expenses - CSBG Co-Funded (Indirect)		55,162
Expenses - Grantee's Share (In-Kind) - P/A 22	564,989	667,905
Total Expenses	\$ 2,824,945	\$ 3,068,501

COMMUNITY ACTION AGENCY OF SIOUXLAND  
U.S. Department of Health and Human Services

**Early Head Start Grant No. 07CH 7018(34)**  
Schedule of Grant/Contract Activity  
For the Period From March 1, 2005 to February 28, 2006

	Budget	Actual
Revenues		
Grant Revenue	\$ 765,516	\$ 765,516
Grantee's Contribution - In Kind	191,379	368,537
CSBG Support Revenue	-	32,574
Total Revenue	956,895	1,166,627
Expenses - Grantor's Share		
P/A 11 Enhanced Home Visit		
Salaries and Employee Benefits	77,064	82,861
Participant and Client Assistance	2,100	600
Travel	4,100	3,121
Rent	1,660	1,625
Repairs and Maintenance	4,115	1,409
Utilities and Telephone	960	1,059
Supplies and Materials	4,000	2,696
Indirect	12,232	12,860
Total P/A 11 EHV	106,231	106,231
P/A 11 T/TA		
Travel	13,898	5,876
Tuition/Conference Registration	2,197	6,794
Total P/A 11 T/TA	16,095	12,670
P/A 25		
Salaries and Employee Benefits	459,522	441,430
Participant and Client Assistance	4,935	5,642
Travel	1,928	5,230
Rent	9,985	22,809
Repairs and Maintenance	5,900	11,296
Utilities and Telephone	5,888	4,744
Supplies and Materials	4,510	9,505
Equipment	-	885
Printing, Publications and Postage	2,390	2,770
Insurance	10,200	11,297
Other	400	66
Indirect	17,462	16,425
Total P/A 25	523,120	532,099
P/A 25 Administrative		
Salaries and Employee Benefits	53,583	52,642
Travel	572	89
Rent	613	889
Utilities and Telephone	312	241
Supplies and Materials	200	65
Printing, Publications and Postage	95	31
Insurance	15	33
Indirect	64,680	60,526
Total P/A 25 Administrative	120,070	114,516
Total Grantor's Share	765,516	765,516
Expenses - CSBG Co-Funded		32,574
Expenses - Grantee's Share (In-Kind) - P/A 25	191,379	368,537
Total Expenses	\$ 956,895	\$ 1,166,627

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Iowa Department of Human Services

**Wrap Around Child Care Grant**

Schedule of Grant/Contract Activity

For the Period From September 1, 2005 to August 31, 2006

Expenses	Budget	Actual
Iowa Department of Human Services		
Personnel and Fringe Benefits	\$ 38,861	\$ 39,611
Facility Costs	3,251	2,546
Supplies and Materials	1,060	1,348
Net Food Costs	500	2,888
Transportation Costs	50	-
Indirect	4,278	5,856
Total	48,000	52,249
Less: CACFP		3,375
CSBG Co-Funded - Indirect		1,874
Total Expenses	48,000	47,000

**Wrap Around Child Care Grant**

Schedule of Grant/Contract Activity

For the Period From September 1, 2005 to August 31, 2006

Expenses		
Iowa Department of Human Services		
Personnel and Fringe Benefits	43,164	42,980
Facility Costs	1,049	1,423
Supplies and Materials	560	782
Net Food Costs	500	3,419
Transportation Costs	50	-
Indirect	2,677	6,930
Total	48,000	55,534
Less: CACFP		3,020
CSBG Co-Funded - Indirect		4,514
Total Expenses	48,000	48,000

**Wrap Around Child Care Grant**

Schedule of Grant/Contract Activity

For the Period From September 1, 2005 to August 31, 2006

Expenses		
Iowa Department of Human Services		
Personnel and Fringe Benefits	42,065	41,777
Facility Costs	1,424	1,832
Supplies and Materials	560	891
Net Food Costs	500	2,696
Transportation Costs	50	-
Indirect	3,401	6,290
Total	48,000	53,486
Less: CACFP		2,440
CSBG Co-Funded - Indirect		3,046
Total Expenses	\$ 48,000	\$ 48,000

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Iowa Department of Human Services

**Woodbury Empowerment Contract**  
**Extended Childcare - Bridges Grant 311E**

Schedule of Grant/Contract Activity  
For the Period From July 1, 2005 to June 30, 2006

	<u>Budget</u>	<u>Actual</u>
Expenses		
Iowa Department of Human Services		
Personnel and Fringe Benefits	\$ 38,228	\$ 38,533
Food and Snacks	720	550
Insurance	650	715
Rent	1,250	1,250
Supplies	1,200	1,310
Indirect Cost	6,116	5,806
Total	<u>\$ 48,164</u>	<u>\$ 48,164</u>

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Iowa Department of Education

**Child Development Shared Vision Grant WO-06-0497-122**

Schedule of Grant/Contract Activity

For the Period From July 1, 2005 to June 30, 2006

	Budget	Actual
Expenses		
Iowa Department of Education		
Personnel and Fringe Benefits	\$ 48,588	\$ 48,152
Travel and Training	315	121
Purchased/Contract Services	320	170
Supplies	1,000	863
Other	6,186	6,632
Program Evaluation	571	561
Administrative Costs	148	629
	<u>57,128</u>	<u>57,128</u>
In-kind	<u>11,490</u>	<u>30,628</u>
Total Expenses	<u>68,618</u>	<u>87,756</u>

**Child Development Shared Vision Grant WO-06-0495-123**

Schedule of Grant/Contract Activity

For the Period From July 1, 2005 to June 30, 2006

Expenses		
Iowa Department of Education		
Personnel and Fringe Benefits	45,702	45,985
Travel and Training	315	84
Purchased/Contract Services	320	130
Supplies	1,000	1,000
Other	6,771	6,661
Program Evaluation	571	574
Administrative Costs	2,449	2,694
	<u>57,128</u>	<u>57,128</u>
In-kind	<u>11,565</u>	<u>45,730</u>
Total Expenses	<u>68,693</u>	<u>102,858</u>

**Child Development Shared Vision Grant WO-06-0496-124**

Schedule of Grant/Contract Activity

For the Period From July 1, 2005 to June 30, 2006

Expenses		
Iowa Department of Education		
Personnel and Fringe Benefits	45,152	43,841
Travel and Training	315	10
Purchased/Contract Services	320	280
Supplies	1,000	1,000
Other	6,311	6,687
Program Evaluation	571	572
Administrative Costs	3,459	4,738
	<u>57,128</u>	<u>57,128</u>
In-kind	<u>11,565</u>	<u>40,435</u>
Total Expenses	<u>\$ 68,693</u>	<u>\$ 97,563</u>

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Iowa Department of Human Rights

**Weatherization Assistance Programs**  
**Contract DOE-05-18R**  
Schedule of Grant/Contract Activity  
For the Period From April 1, 2005 to March 31, 2006

	<u>Budget</u>	<u>Actual</u>
Expenses		
Administration	\$ 20,456	\$ 15,497
Support	42,534	38,324
Health and Safety	32,812	31,820
Labor	44,357	49,411
Materials	44,357	49,464
	<u>184,516</u>	<u>184,516</u>
Total Expenses	<u>184,516</u>	<u>184,516</u>

**Weatherization Assistance Programs**  
**Contract HEAP 05-18R**  
Schedule of Grant/Contract Activity  
For the Period From April 1, 2005 to March 31, 2006

Expenses		
Administration	12,988	11,961
Support	58,128	87,116
Health and Safety	44,842	62,233
Labor	60,620	33,884
Materials	60,620	24,184
Pollution Occurrence Insurance	13,177	13,177
Liability Insurance	1,796	1,796
Training/Equipment	18,545	799
	<u>270,716</u>	<u>235,150</u>
Total Expenses	<u>270,716</u>	<u>235,150</u>

**Weatherization Assistance Programs**  
**Contract MEC-05-18R**  
Schedule of Grant/Contract Activity  
For the Period From January 1, 2005 to December 31, 2005

Expenses		
Administration	8,477	4,254
Support	16,955	12,658
Labor	72,058	71,031
Materials	72,058	81,605
	<u>169,548</u>	<u>169,548</u>
Total Expenses	<u>169,548</u>	<u>169,548</u>

**Weatherization Assistance Programs**  
**Contract AQU-05-18R**  
Schedule of Grant/Contract Activity  
For the Period From January 1, 2005 to December 31, 2005

Expenses		
Administration	358	433
Support	716	612
Labor	3,045	2,641
Materials	3,045	3,478
	<u>7,164</u>	<u>7,164</u>
Total Expenses	<u>\$ 7,164</u>	<u>\$ 7,164</u>



COMMUNITY ACTION AGENCY OF SIOUXLAND  
Iowa Department of Human Rights  
Division of Community Action Agencies

**Family Development and Self-Sufficiency Grant Contract FaDSS-06-18-FR**

Schedule of Grant/Contract Activity  
For the Period From July 1, 2005 to June 30, 2006

	<u>Budget</u>	<u>Actual</u>
Expenses		
Indirect Costs - Administrative	\$ 8,405	\$ 7,984
Indirect Costs - CSBG		8,873
Personnel Wages	76,840	77,057
Benefits	32,548	32,071
Travel	8,136	8,785
Space Costs/Utilities/Telephone	10,792	10,876
Supplies	1,500	1,296
Printing, Postage	236	248
Insurance	14	35
Other Costs	<u>1,406</u>	<u>1,525</u>
Total	139,877	148,750
Less: CSBG Co-funded		<u>8,873</u>
Total Expenses	<u>\$ 139,877</u>	<u>\$ 139,877</u>

COMMUNITY ACTION AGENCY OF SIOUXLAND  
U.S. Department of Housing and Urban Development

**Emergency Food And Shelter Program**

Schedule of Grant/Contract Activity

For the Period From December 1, 2005 to November 30, 2006

	<u>Budget</u>	<u>Actual</u>
Revenue		
FEMA Grant	\$ 20,879	\$ 20,879
Expenses		
Participant and Client Assistance	\$ 20,879	\$ 20,879

**Emergency Shelter Grants Program Contract 05-ES-009**

Schedule of Grant/Contract Activity

For the Period From July 1, 2005 to June 30, 2006

	<u>Budget</u>	<u>Actual</u>
Expenses		
Iowa Department of Economic Development and the City of Sioux City		
ESG Fairmount Expenses	\$ 4,705	\$ 5,312
ESG South Helen Expenses	10,029	10,815
Salaries and Benefits	7,266	7,266
	22,000	23,393
In-kind	22,000	21,980
Total Expenses	\$ 44,000	\$ 45,373

**Emergency Shelter Grants Program Contract S-05-MC-19-002**

Schedule of Grant/Contract Activity

For the Period From July 1, 2005 to June 30, 2006

	<u>Budget</u>	<u>Actual</u>
Expenses		
Iowa Department of Economic Development and the City of Sioux City		
ESG Fairmount Expenses	\$ 1,549	\$ 1,549
ESG South Helen Expenses	2,568	2,568
Salaries and Benefits	4,505	4,505
	8,622	8,622
In-kind	8,622	8,622
Total Expenses	\$ 17,244	\$ 17,244

COMMUNITY ACTION AGENCY OF SIOUXLAND  
U.S. Department of Labor

**Senior Service of America, Inc.**  
Senior Aides (Title V) Program - Project 77  
Schedule of Grant/Contract Activity  
For the Period From July 1, 2005 to June 30, 2006

Expenses	<u>Budget</u>	<u>Actual</u>
Personnel		
Wages and Employee Benefits	\$ 234,142	\$ 234,142
Fringe Benefits		
FICA	17,913	17,913
Workers' Compensation	5,102	5,142
Physical Exams	-	(40)
Program - Other		
Sponsor Staff Cost	6,632	6,660
Transportation	1,200	1,711
Training	2,600	2,051
Incidentals	100	110
Project Administration		
Sponsor Staff Cost	21,383	21,383
Other Admin Costs	<u>1,312</u>	<u>1,312</u>
Total Federal Share	<u>\$ 290,384</u>	<u>\$ 290,384</u>



**US DEPARTMENT OF AGRICULTURE**

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**Certification Regarding Debarment, Suspension, Ineligibility  
And Voluntary Exclusion – Lower Tier Covered Transactions**

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This certification is required by the regulations implementing Executive Order 12549, Debarment and Suspension, 7 CFR Part 3017, Section 3017.510, Participants' responsibilities. The regulations were published as Part IV of the January 30, 1989, Federal Register (pages 4722-4733). Copies of the regulations may be obtained by contacting the Department of Agriculture agency with which this transaction originated.

**(BEFORE COMPLETING CERTIFICATION, READ INSTRUCTIONS ON REVERSE).**

- 1) The prospective lower tier participant certifies, by submission of this proposal, that neither it nor its principals is presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from participation in this transaction by any Federal department or agency.
- 2) Where the prospective lower tier participant is unable to certify to any of the statements in this certification, such prospective participant shall attach an explanation to this proposal.

Community Action Agency of Siouxland

Organization Name

PR/Award Number or Project Name

David Radke CPA

Name and Title of Authorized Representative

David Radke

Signature

1-15-07

Date



COMMUNITY ACTION AGENCY OF SIOUXLAND  
Schedule of Revenue and Expenses  
Indirect Cost Allocation Pools  
For the Year Ended September 30, 2006

	<u>Administration</u>	<u>Neighborhood Services</u>	<u>Total</u>
Revenue			
Reimbursed by Programs	\$ 459,910	\$ 140,997	\$ 600,907
Miscellaneous	41,322	3,000	44,322
Total Revenue	<u>501,232</u>	<u>143,997</u>	<u>645,229</u>
Expenses			
Personnel	312,089	90,967	403,056
Fringe Benefits and Payroll Taxes	91,862	33,579	125,441
Rent	12,190	8,990	21,180
Supplies	37,804	5,931	43,735
Travel	9,653	183	9,836
Telephone	5,837	1,764	7,601
Insurance	971	743	1,714
Audit and Legal	16,540		16,540
Photocopy/Postage	3,451	1,129	4,580
Misc	11,540	711	12,251
Total Expenses	<u>501,937</u>	<u>\$ 143,997</u>	<u>645,934</u>
(Deficiency) of Revenues Over Expenditures	<u>\$ (705)</u>	<u>-</u>	<u>\$ (705)</u>

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Schedule of Revenue and Expenses  
Indirect Reimbursement from Programs  
For the Year Ended September 30, 2006

Program	Wages and Fringe Benefits	Indirect Cost
Low Income Home Energy Assistance Program	\$ 124,512	\$ 18,677
Head Start - Wages and Benefits	1,639,086	
- Inkind Wages and Benefits	370,277	
Total	<u>2,009,363</u>	295,507
Early Head Start - Wages and Benefits	562,053	
- Inkind Wages and Benefits	255,614	
Total	<u>817,667</u>	105,763
Head Start Wrap Around Child Care Grant	130,762	20,861
SHIP/Early Head Start Home Visitor	21,545	3,233
School-Ready Funds	7,449	1,117
Woodbury County Empowerment Contract	35,880	5,382
Weatherization Assistance	141,262	20,519
Crossroads	106,157	15,897
Child and Adult Care Food Program	60,604	9,091
Shared Visions - Wages and Benefits	138,084	
- Inkind Wages and Benefits	17,562	
Total	<u>155,646</u>	21,687
Family Development and Self-Sufficiency Grant - Wages and Benefits	108,427	16,234
Senior Service of America, Inc.	269,584	40,354
Senior Service of America, Inc. - Administration - Wages and Benefits	1,087	
- Administration - Inkind Wages and Benefits	4,924	
Total	<u>6,011</u>	1,015
New Iowan Center	145,076	21,743
Transitional Housing - Wages and Benefits	14,926	2,239
Family Development	<u>10,586</u>	<u>1,588</u>
Totals	<u>\$ 4,165,457</u>	<u>600,907</u>
Total Wages and Benefits		4,165,457
Indirect Cost Percentage *		<u>19.9%</u>
Total Indirect Reimbursement Available for Programs		<u>\$ 828,925</u>

\* The actual indirect rate for the year ended September 30, 2006 was 19.9%. The Agency used rates of 15% for all programs for the year ended September 30, 2006.



OMB CIRCULAR A-133 COMPLIANCE SECTION



COMMUNITY ACTION AGENCY OF SIOUXLAND



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Board of Directors  
Community Action Agency of Siouxland  
Sioux City, Iowa

**Compliance:**

We have audited the compliance of Community Action Agency of Siouxland with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended September 30, 2006. Community Action Agency of Siouxland's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Community Action Agency of Siouxland's management. Our responsibility is to express an opinion on the Organizations' compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Community Action Agency of Siouxland's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Organizations' compliance with those requirements.

In our opinion, Community Action Agency of Siouxland complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended September 30, 2006.

**Internal Control Over Compliance:**

The management of Community Action Agency of Siouxland is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Community Action Agency of Siouxland's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.



Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weakness. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operations that we consider to be material weaknesses.

This report is intended solely for the information of the audit committee, management, Department of Human Services, federal awarding agencies, and pass-through entities and is not intended to be used by anyone other than these specified parties.

*Williams & Company P.C.*  
Certified Public Accountants

Sioux City, Iowa  
November 29, 2006







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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON INTERNAL  
CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors  
Community Action Agency of Siouxland, Sioux City, Iowa

We have audited the financial statements of Community Action Agency of Siouxland as of and for the year ended September 30, 2006, and have issued our report thereon dated November 29, 2006. We conducted our audit in accordance with U.S. generally accepted auditing standards, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance:**

As part of obtaining reasonable assurance about whether Community Action Agency of Siouxland's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

**Internal Control Over Financial Reporting:**

In planning and performing our audit, we considered Community Action Agency of Siouxland's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information of the audit committee, management, Department of Human Services, federal awarding agencies, and pass-through entities and is not intended to be used by anyone other than these specified parties.



We would like to acknowledge the many courtesies and assistance extended to us by personnel of Community Action Agency of Siouxland during the course of our audit.

Should you have any questions concerning any of the above matters we shall be pleased to discuss them with you at your convenience.

*Williams + Company PC*  
Certified Public Accountants

Sioux City, Iowa  
November 29, 2006



COMMUNITY ACTION AGENCY OF SIOUXLAND  
Schedule of Findings and Questioned Costs  
For the Year Ended September 30, 2006

Section I --- Summary of Auditors' Results

- (a) An unqualified opinion was issued on compliance with requirements applicable to each major program.
- (b) No reportable conditions or material weaknesses in internal control over major programs were disclosed by the audit of the financial statements.
- (c) The audit did not disclose any non-compliance which is material to the financial statements.
- (d) No reportable conditions or material weaknesses in internal control over financial reporting were identified.
- (e) The audit disclosed no audit findings which are required to be reported in accordance with Office of Management and Budget Circular A-133, Section .510(a).
- (f) Major programs were as follows:  
CFDA Number 93.600 – Head Start  
CFDA Number 10.558 – Child and Adult Care Food Program
- (g) The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
- (h) Community Action Agency of Siouxland does not qualify as a low-risk auditee.

Section II ---Financial Statement Findings

No matters were reported.

Section III – Federal Award Findings and Questioned Costs

No matters were reported.

COMMUNITY ACTION AGENCY OF SIOUXLAND  
Schedule of Prior Year Audit Findings  
For the Year Ended September 30, 2006

There were no audit findings in the prior year.